(c) whether the Government have agreed to the proposal ?

THE MINISTER OF STATE OF THE MINISTRY OF COMMUNICATIONS (SHRI SUKH RAM) : (a) and (b) The actual recommendation is that expenditure on services such as postcards and registered newspapers which the postal department is required to provide at rates below the cost should be considered as 'Subsidy' instead of 'deficit'.

(c) The issue has been duly considered. Under the present system, the defiicit incurred by the Postal Department is fully covered by the Central exchequer by means of budgetary support. In effect therefore, Postal services which have a high social content are duly subsidised by the Government.

**Joint Venture Banks with Russia**

3498. SHRI V. NARAYANASAMY ; Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that the State Bank of India is planning to set up joint venture banks with Russia and other CIS countries;

(b) what are the mutual benefits both the countries will be getting by the said joint venture ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) . (a) and (b) A survey team comprising nominees from State Bank of India and Exim Bank has conducted a feasibility study in January, 1993 in connection with proposals for joint venture banks in Russia and Ukraine. The reports are being finalised.

**Impact of Disinvestment of Shares in PSEs.**

3499. SHRI RAJUBHAI A. PARMAR :
SHRI MURLIDHAR CHANDRAKANT BHANDARI! :
SHRIMATI VEENA VERMA ;

Will the Minister of FINANCE be pleased to state ;

(a) whether Government's attention has been drawn to the report which appeared in the Hindu of the 18th February, 1993 captioned "crores sunk in dobt assets"; and

(b) how far Government's assessment agrees with that of the reported study to the effect that Central Government's disinvestment of shares in the public sector enterprises has loaded the country with lead 'assessment worth nearly 5,000 crores and that the problem has been compounded by the huge stock of public sector bonds with another few thousand crores of rupees which bank and mutual fund are carrying in their books ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINI-TRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) ; (a) Yes, Sir.

(b) The assets of country's Mutual Funds (MFs) and Financial Institutions (FIs) reflect a number of factors affecting their portfolio which includes their holdings of PSU shares and/bonds. The valuation of the shares/bonds and their sale are influenced by changing market conditions and the liquidity considerations of FIs/MFs. Government do not assess the value of such assets on the books of FI/MF, which ,;re commercially determined.

**Deduction of State Government Dues**

3500. SHRI N. E. BALARAM :
SHRI CHATURANAN MISHRA:

Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that the dues owed by the State Government to the Central Government has been deducted from the amounts which should be disbursed to them under the Finance Commission devolutions; and

(b) if so, the details of such dues owed by each of the State Government at the end of the years, 1991-92 and 1992-93 and the amount deducted from the share of the respective State Government from the Finance Commission devolutions ?